

PIERCE PROPOSED AMENDMENT NO. 1



0000151660

TIME/DATE PREPARED: 10:30AM / March 10, 2

COMPANY: Francesca Water Company

AGENDA ITEM NO. 27

DOCKET NO(S). W-03945A-13-0287

OPEN MEETING DATE: March 11-12, 2014

The purpose of this amendment is to adopt the rate design as suggested in the company's comments/exceptions. This rate design will not increase the revenues above what is recommended in the ROO. It does increase the base rate to add some stability to the company's revenues.

On page 6, **DELETE** Finding of Fact No. 23, and **INSERT** the following as new findings of fact:

23. In its exceptions, FWC states that Staff's proposed rate design allocates fifty five percent of the revenue increase to the top tier. FWC claims that this allocation assigns too much revenue to the top tier, thereby placing the Company at substantial risk of not recovering its revenue requirement. In order to ensure revenue stability, the Company proposes an alternate set of rates (set forth in Attachment A to its exceptions) that includes a higher minimum charge for 5/8 x 3/4" meters. The Company also proposes changes to the commodity charge for 5/8 x 3/4" meters. These alternate rates are intended to produce Staff's recommended revenue requirement and to provide a conservation incentive.

24. Accordingly, we find that Staff's proposed rate design, rates, and charges are reasonable, as amended by the Company's proposed alternate rates, which are set forth in Attachment A to the Company's exceptions.

On page 7, **DELETE** Finding of Fact No. 25.

On page 10, **DELETE** line 5 1/2, and **INSERT** the following:

5/8" x 3/4" Meter \$22.00

On page 10, **DELETE** lines 12-13, and **INSERT** the following:

0 to 3,000 gallons	\$2.30
3,001 to 10,000 gallons	\$4.00
Over 10,000 gallons	\$4.73

ORIGINAL

AZ CORP COMMISSION
DOCKET CONTROL

2014 MAR 10 A 10:55

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Arizona Corporation Commission
DOCKETED

*****RENUMBER TO CONFORM, AND MAKE ALL CONFORMING CHANGES.**

MAR 10 2014

DOCKETED BY

THIS AMENDMENT:

_____ Passed _____ Passed as amended by _____

_____ Failed _____ Not Offered _____ Withdrawn